

MINUTES OF MEETING
JUNE 13, 1991, 10:00 A.M., EST

The Members of the Department of Financial Institutions met at 10:00 a.m., EST, at The Ramada Inn-Downtown, Indianapolis, Indiana on Thursday, June 13, 1991. Members present were Messrs. Mark Hasten, presiding, John House, Douglas Grant, W. Paul Wolf, Eugene H. Deutsch, and Mrs. Dee L. Godme. Also present were Director Charles W. Phillips; Deputy Director Donald E. Husk; James M. Cooper, Administrative Assistant; John J. Schroeder, Senior Bank Analyst; Mark K. Powell, Supervisor, Credit Union and Savings and Loan Division; Janice Davis, Executive Secretary; and Terry Duga, Attorney General's Office.

I. PUBLIC SESSION

A.) Mr. Hasten called the meeting to order.

B.) It was noted that the next Member's Meeting will be July 11, 1991, at 10:00 a.m. at the DFI office, Room W066, Indiana Government Center-South.

C.) Upon motion made by Mr. House and seconded by Mr. Wolf, the minutes of the meeting held May 9, 1991, were unanimously approved.

II. DIVISION OF BANKS & TRUST COMPANIES

1.) For purposes of expediting official acts and daily volume of Department business, the Members previously delegated certain matters to the Director. The Members are requested to review this policy with discussion for possible additions or deletions of these delegated matters. The original policy was approved by the Members on August 24, 1984. Additions were made July 10, 1986, and August 10, 1989, for matters relating to banks and trust companies and on April 12, 1990, for the Division of Credit Unions. After a brief discussion it was requested that Phil Goddard, Chief Legal Counsel review the policy for legality. Upon motion made by Mr. Wolf and seconded by Mr. House, the order was unanimously approved.

2.) A request by First Merchants Corporation, Muncie, Delaware County, Indiana for approval to acquire 100% of First United Bancorp, Inc., Middletown, Henry County, Indiana, and thereby control its wholly owned subsidiary, First United Bank, Middletown, Henry County, Indiana. The acquisition will be accomplished by the merger of First United Bancorp, Inc., with and into, First Merchants Corporation. The application was received April 19, 1991, and was accepted for processing on May 3, 1991. The statutory required publications were made in Delaware County on May 15, 1991, and in Henry County on May 16, 1991. Upon motion made by Mr. Grant and seconded by Ms. Godme, the acquisition was unanimously approved.

3.) A request by CNB Bancshares, Inc., Evansville, Vanderburgh County, Indiana, for approval to acquire JSB Bancorp, Jasper, DuBois County, Indiana, and thereby control its wholly owned subsidiary Jasper State Bank, Jasper, DuBois County, Indiana. The acquisition will be accomplished by a stock exchange. JSB Bancorp, Jasper, will survive as a second tier, wholly owned subsidiary CNB Bancshares, Inc., Evansville. The application was received April 12, 1991, and was accepted for processing on May 15, 1991. The required publications were made in DuBois County, on May 23, 1991, and in Vanderburgh County on May 25, 1991. Upon motion made by Mr. House and seconded by Mr. Wolf, the acquisition was unanimously approved.

4.) A request by Citizens First State Bank of Dunkirk, Dunkirk, Jay County, Indiana, for Citizens First State Bank of Hartford City, Hartford

City, Blackford County, Indiana, to merge with and into applicant. The Citizens First State Bank of Dunkirk will survive the merger and will simultaneously relocate its main office to Citizens First State Bank of Hartford City's current main office. The name of the surviving bank will be "Citizens First State Bank." Locations to be retained are:

- * 218 South Main Street, Dunkirk (current main office of Dunkirk)
- * 4120 Bethel Avenue, Muncie (branch of Dunkirk)
- 101 West Washington, Hartford City (to become main office of merged banks)
- * 125 South Jefferson Street, Hartford City
- * 1701 North Walnut Street, Hartford City
- * 127 South Huntington Street, Montpelier

- * Indicates branch banking offices

The application was received April 24, 1991. It has been indicated that The Federal Deposit Insurance Corporation approved the application on May 31, 1991. A motion for approval was made by Mr. Grant and seconded by Mr. Wolf. The application was unanimously approved.

5.) A request by Summcorp, Fort Wayne, Allen County, Indiana, to acquire 100% of the outstanding stock of The Parker Banking Company, Parker City, Randolph County, Indiana. The application was received on April 26, 1991, and accepted for processing on May 13, 1991. The statutory required publications were reported as being made in Delaware County on May 18, 1991, in Randolph County on May 22, 1991, and in Allen County on May 20, 1991. The application was approved by both The Federal Reserve Bank of Chicago and the Federal Deposit Insurance Corporation on May 24, 1991. Upon motion made by Mr. House and seconded by Mr. Wolf, the acquisition was unanimously approved.

6.) A request by Summit Bank of Muncie, Muncie, Delaware County, Indiana, for The Parker Banking Company, Parker City, Randolph County, Indiana, to merge with and into, Summit Bank of Muncie, Muncie, Delaware County, Indiana. Upon Consummation of the transaction, Summit Bank of Muncie will retain certain locations of Parker Banking Company as branch banking offices. These locations are:

123 South Main Street, Parker City, Randolph County
(presently main office of Target)
Parker City Drive-Up, State Highway 32, Randolph County
1712 West McGalliard, Muncie, Delaware County
this site was a proposed relocation of a branch banking office which
will not be completed following the merger)

Summit Bank of Muncie presently operates six (6) branch banking offices, all located in Delaware County; therefore, the applicant would have a total of eight (8) branch banking offices operating in Delaware and Randolph Counties. A motion for approval was made by Mr. House and seconded by Mr. Grant, and the merger was unanimously approved.

III. DIRECTOR'S COMMENTS

A.) Midwest Commerce Bank, Elkhart, Elkhart County, Indiana is closing a branch banking office at 300 East Bristol Street, Elkhart, Elkhart County, Indiana. Notice of the closing was published May 8, 1991. The closing is scheduled for July 31, 1991, at 5:00 p.m. This item was for informational purposes only. No action was taken by the Members.

B.) Star Financial Bank, Indianapolis, Marion County, Indiana, is closing a branch banking office at 4999 State Road 9-North, Anderson, Madison County, Indiana. Notice of the closing was published May 10, 1991. The closing is scheduled for June 28, 1991, at 5:00 p.m. This item was for informational purposes only. No action was taken by the Members.

C.) Society Bank, Indiana, South Bend, St. Joseph County, Indiana is closing a branch banking office at 1832 Prairie Avenue, South BEnd, St. Joseph County, Indiana. Notice of the closing was published May 24, 1991. The closing is scheduled for June 28, 1991, at 5:00 p.m. This item was for informational purposes only. No action was taken by the Members.

D.) Society Bank, Indiana, South Bend, St. Joseph County, Indiana is closing a branch banking office at 12492 McKinley Highway, Mishawaka, St. Joseph County, Indiana. Notice of the closing was published May 24, 1991. The closing is scheduled for June 28, 1991, at 5:00 p.m. This item was for informational purposes only. No action was taken by the Members.

E.) Citizens State Bank, New Castle, Henry County, Indiana is closing a branch banking office at 1545 Washington, New Castle, Henry County, Indiana. Notice of the closing was published May 25, 1991. The closing is scheduled for June 28, 1991, at 5:00 p.m. This item was for informational purposes only. No action was taken by the Members.

F.) Mr. Phillips presented a list to the Members of depository institutions, which the Department is monitoring or pre-monitoring. A discussion followed and the list was explained and questions answered by Director Phillips. It was suggested by Mr. Deutsch that the list be "fine tuned" and presented to the Members on a quarterly basis. Mr. Phillips agreed and said that this would be done in the future.

G.) It was requested that the Members approve Department fees for fiscal years 1991/92. Upon motion made by Mr. House and seconded by Ms. Godme, the fee schedule was unanimously approved.

H.) Director Phillips requested that the Members adopt a resolution to express the Board's thanks to Mr. Roy Haley for his service on the Board. Upon motion made by Mr. Wolf and seconded by Ms. Godme, the resolution was unanimously approved.

There being no further business to come before the Members, the meeting was adjourned.

APPROVED:

ATTEST:
